

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1722 – SB 2005

February 24, 2022

SUMMARY OF BILL: Authorizes a member of an optional retirement plan (ORP) to designate a different beneficiary if the member has not changed the designated beneficiary since their retirement or if the designated beneficiary has died.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 8-36-606, a member may cancel the designated beneficiary of an ORP in the event of a divorce and elect a new beneficiary.
- It is estimated that the legislation will not have an administrative impact on the Tennessee Consolidated Retirement System, as any programming changes that will occur as a result of the proposed legislation are expected to be absorbed by utilizing existing staff and resources.
- The proposed legislation will not affect the retirement allowance a member receives, does not allow a member to increase their number of beneficiaries, and only entitles a newly designated beneficiary to remaining member contributions; therefore, any fiscal impact is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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